

*SW*

March 8, 2001

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS & MINING  
1594 West North Temple, Suite #1210  
P. O, Box 145801  
Salt Lake City, Utah 84114-5801

Fax # 801-359-3940

Re: Second request form For Annual Report for the year 2000.

Mr. D. WAYNE HEDBERG  
Permit Supervisor  
Minerals Reclamation Program

Dear Sir:

This letter is forwarded to you together with the Annual Report concerning our Welcome Springs/ RC claims as our mine status is inactive, at present.

Under your General Information 1, Article #6, I interpret this article to apply to a Placer type of mining operation, given the legal subdivision as per quarters and or quarters of quarters for legal description; our R/C claims are for Lode claims (Hard Rock) mining claims which by legal subdivision rules require and or subdivision as (half or half of halves of sections) then given Township, Ranges, Meridians, as I feel this to be the case. I left open your General Information 1, Article #6 as I interpret it to be for Placer type activity. If you feel I am in error please notify me and I would be more than pleased to forward an Amended Annual Report with Article six completed.

I thank you.

Please respond to timely receipt of my report.

Respectfully Submitted,

*Ronald Terry*

RonCon Properties, Inc. - Phone # (435) 674-2340  
Ronald Terry, President - Fax # (435) 674-1957

Faxed this day 3-9-2001  
to Fax # 801-359-3940

*5/053/043*

*P-1  
of 3*

FORM MR-AR  
(Revised 2/2001)STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Telephone: (801) 538-5291

Fax: (801) 359-3940

## ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) Jan 2000 To (mo./yr.) Jan 2001
2. DOGM File Number (Mine No): S 15301043
3. Mine Name: WELLS SPRINGS/RC CLAIMS
4. Mineral(s) Mined (or permitted to mine): BASE & NOBLE METALS CU/AU/PT/ETC
5. Type of mine  Surface Mine or  Underground Mine
6. Legal Description (Location of Lands Affected): NOTE - MINE IS INACTIVE, INSIGNIFICANT,  
DISTURBANCE,  
AKA.  
 \_\_\_ 1/4, \_\_\_ 1/4, \_\_\_ 1/4, Section \_\_\_\_, Township \_\_\_\_, Range \_\_\_  
 \_\_\_ 1/4, \_\_\_ 1/4, \_\_\_ 1/4, Section \_\_\_\_, Township \_\_\_\_, Range \_\_\_  
 \_\_\_ 1/4, \_\_\_ 1/4, \_\_\_ 1/4, Section \_\_\_\_, Township \_\_\_\_, Range \_\_\_
7. Name of Operator or Company: RONCON PROPERTIES INC.
8. Permanent Street Address: 324 E. VERMILLION AVE.  
 City, State, Zip: ST. GEORGE, UTAH 84740  
 Phone: 435-674-2340 Fax: 435-674-1957
9. Company Representative (or designated operator):  
 Name: RONALD TERRY  
 Title: PRESIDENT & C.E.O.  
 Business Address: 324 E. VERMILLION AVE  
 City, State, Zip: ST. GEORGE - UTAH 84740  
 Phone: 435-674-2340 Fax: 435-674-1957  
 Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes  No
2. If no - what was the last year of activity? 2000 - MINAR ASSESSMENT WORK
3. If yes - how much ore or mineral was mined? MINE STATUS IS INACTIVE

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.  
MINOR ASSESSMENT WORK AS RELATES TO THE  
SMALL MINERS ACT ON ALLEGEDLY DISTURBED AREAS  
PER SAMPLES FOR OUR OWN USE
5. How much additional acreage was disturbed during the past year? - 0 -
6. How much acreage was reclaimed during the past year? - 0 -
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.  
MINOR USE OF BACKHOE AS FRONT TIRE RUPTURED,  
SURFACE DISTURBANCE FOR OUR OWN USE BY HAND  
USING CHIPPING HAMMER, SHOVELS - PRY-BAR ETC;  
AREAS ARE ALTERED & MINERALIZED.
8. What is the total disturbed acreage of entire project at years end? ± 2 1/2 ACRES ±
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.  
ANNUAL ASSESSMENT WORK AS PERTAINS TO THE  
SMALL MINERS ACT. (MINING STATUS IS INAC-  
-TIVE.

**NOTE:** Section III., "Additional Information" applies only to large mining operations.

III. Additional Information - R647-4-121.2 and .3

1. The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.
2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

RONALD TERRY

Title of Operator:

PRESIDENT - CEO. RONCON PROPERTIES INC;

Signature of Operator:

Ronald Terry

Date:

3-7-2001